

US National Debt Fraud

- How the Elite are Fleecing the Nation -

by Jeremy James



Barbara Bonney is regarded as one the most highly accomplished sopranos of the modern era. She has excelled in all areas of the classical repertoire and her recordings are greatly prized by music lovers the world over. She is also distinguished by the unusual spirit which motivates her. After they retire, most opera divas choose to live a secluded existence and to confine their involvement with the music scene to coaching the most gifted young aspirants, usually those who have won prizes in prestigious competitions. These are the group from which future performers at La Scala, Covent Garden and the Metropolitan Opera will emerge. Ms Bonney very likely coaches such up-and-coming talent, but she also holds workshops for amateur singers, young men and women who, by choice, will never have a professional career in singing. They simply love to sing, and Ms Bonney loves to show them how to sing a little better.

I am not aware of anyone of her stature who does anything like this, whether in the field of classical music or in any other field. Her devotion to this task shows a real generosity of spirit. Her reward is merely the pleasure she gets from seeing young people enter more fully into the art of vocal expression and helping them along.

Contrast

Contrast her example with the spirit that shapes behavior across most of society today. We need hardly dwell on the startling disparity between the two.

While most of us would agree that “covetousness” is the prevailing trait within society, few would equate it with idolatry. And yet that’s what it is:

“Mortify therefore your members which are upon the earth; fornication, uncleanness, inordinate affection, evil concupiscence, and covetousness, which is idolatry: For which things' sake the wrath of God cometh on the children of disobedience:”
(Colossians 3:5-6)

How much the Holy Spirit tells us in these words! The covetousness which blights the entire world is no different from idolatry, the same deadly sin that did so much harm to Israel in the Old Testament.

God will judge idolatry

The twelve tribes were judged again and again for their idolatry, to the point where the entire country was overrun and enslaved, first by Assyria and then by Babylon. The same sin is rampant today in the large and pleasant land we once called ‘Christendom’, The same sin with, inevitably, the same awful consequences. As the Apostle said, **“For which things' sake the wrath of God cometh on the children of disobedience:”**

We should have known better. We should have heard the many warnings in God’s Holy Word, but idolatry blinds us to what would otherwise be easy to perceive. As the old saying goes, You can’t cheat an honest man.



In our last paper (**The Coming Heist will be Called *The Great Reset* - #235**) we examined the deadly strategy that the **“children of wickedness”** are using to bring down the dollar and foment the chaos and turmoil that will usher in a ‘new world order.’ In it we stated:

“The Elite invented the Covid-19 crisis, with its associated lockdown, to take the blame for the coming catastrophe. Any event which causes the loss of over 46 million jobs in just a few weeks must surely have very serious economic consequences. The public will assume that the crash, when it comes, will be due entirely to the lockdown. They won’t realize that the lockdown was only the detonator that the Elite used to set off a much more explosive device.”

The key word here is “blame”. The Elite have consistently followed a plan which will enable them to place **all** blame for the coming catastrophe on external factors. It is vital for the success of their plan that the banking cabal are not held responsible, otherwise their proposed one world digital currency would be seen for what it is, a central component in their long-planned totalitarian system of control over all nations and their enslaved populations.



Warning signs ignored

It would be fair to say that over the past twenty years or so, their plan has run very smoothly. The public should have questioned the official account of 9/11, but they didn't, at least not in sufficient numbers to derail the plan. The public could have seen that the banking crisis of 2008 was a grotesque affair created by the banks themselves, but again they bought the “bubbles and cycles” explanation. The public might even have come to their senses and questioned the vicious war on human morality which was waged over the past ten years by our so-called leaders. They failed to ask the most obvious question: “If these congressmen, Supreme Court justices, and esteemed corporate leaders consider sodomy, gender fluidity and child murder to be “normal”, then what else are they are doing behind our backs to destroy our nation?”

Alas, the vast majority of people do not ask these questions. Furthermore, the few who do are dismissed as nuts and cranks. While the Covid lockdown is forcing many to reevaluate whether or not their government is working for them or against them, most Americans (and Europeans) still believe their leaders are working for the greater good of society and are not pursuing a “hidden” agenda.

This is only likely to change if the government is caught out in a major lie, a huge deception, so venal and so destructive in nature that it simply cannot be ignored.

J Edgar Hoover's famous quote



AUGUST 1956

COMMUNIST "NEW LOOK"

BY JOHN EDGAR HOOVER

GRAND LODGE
CONVENTION REPORT



BY JOHN EDGAR HOOVER

Director
Federal Bureau
of Investigation
United States
Department of Justice



COMMUNIST "NEW LOOK"

A STUDY IN DUPLICITY

The sole purpose of the new Party line is to hoodwink you.

HOW CAN COMMUNISM AFFECT YOU?
As a decent American citizen you mind

tioning alone as the Party of the toiling masses. Likewise, will be dissolved all other organizations that are political

1, 1956. In the course of this conference the new tactic of dressing the wolf in sheep's clothing became fully apparent.

be taken in by it. Yet the individual is handicapped by coming face to face with a conspiracy so monstrous he cannot believe it exists. The American mind simply has not come to a realization of the evil which has been introduced into our midst. It rejects even the assumption that human creatures could espouse a philosophy which must ultimately destroy all that is good and decent.



A warning sign that cannot be ignored

Such a lie has now been uncovered. It is not a simple lie and a certain amount of patience is required to study and understand it, but it is well worth the effort. Its disclosure will probably be of greatest benefit to those who, up to now, have strenuously denied that their political leaders are involved in any kind of criminal conspiracy. For those who wanted rock solid, documented evidence of a serious misdemeanor – undeniable proof of consistently felonious and nefarious mismanagement – then this recent revelation will give them everything they need, and more.

While it is still possible to do so, please go to <https://missingmoney.solari.com/> for a comprehensive cache of papers dealing with this matter, including analysis by Catherine Austin Fitts and Mark Skidmore and links to the original government documentation on which they based their analysis.



It will help at this point to note that neither Fitts nor Skidmore are seen as ‘conspiracy theorists’. Catherine Fitts formerly worked at Assistant Secretary level in the Department of Housing & Urban Development and currently offers financial investment advice, while Dr Skidmore is a tenured professor of economics at Michigan State University. The University has stood over the academic legitimacy of his work in this area. Both have analyzed the composition of the federal debt solely with a view to determining how well the financial reports issued by the government reflect the true state of the economy. It is important that these reports give a reliable picture since significant investment decisions by private individuals and companies depend on their accuracy and completeness.

Discoveries made by Fitts and Skidmore

The discoveries made by Fitts and Skidmore fall into four main categories:

1. Two sets of financial accounts

The government reserves the right to issue imaginary figures in relation to certain kinds of expenditure where ‘national security’ is involved. It does not indicate where it does this – for example, whether a specific report contains one or more fictitious figures – and has not published any list of the criteria that it uses to determine what should count as ‘national security.’ Thus seemingly innocuous government expenditure, in a report which would appear to have nothing to do with national defense or military budgeting, could include one or more fictitious figures (Incredibly, the same liberties can also be taken by corporations, such as Fortune 500 companies, that do business with the government). This calls into question the reliability of virtually any Federal expenditure figure released by the government and makes it impossible to verify whether a major item of expenditure by any Department has received Congressional approval. In effect the government is maintaining two sets of financial accounts, a ‘toy town’ set for the gullible public, and a real world set containing figures too horrifying to reveal.

“Adopted by the federal government in October 2018, Standard 56 effectively enables a small group of high level government authorities with security clearances to create financial reports for the public, which have been altered in order to hide expenditures that may be related to issues of national security. From this point forward, the United States will produce two sets of financial reports, one altered set for the public and another real set of undisclosed financial reports.”

from **Should We Care about Secrecy in Financial Reporting?**

by Dr. Mark Skidmore and Catherine Austin Fitts,

February 8, 2019

2. Undocumented ‘red flag’ expenditure

The method of financial accounting that the government is using allows departments to include items of expenditure which have not been vouched. This is utterly taboo in the world of professional accounting. Every item listed in the official accounts should have supporting documentation which shows, at minimum, who approved the expenditure, the legal basis for the expenditure, and a reference to source documents which can confirm, among other things, that the expenditure represented the best value for money for the item or service concerned, as well as the purpose and expected benefits. Most importantly, it should show the source of the money and the steps that were taken to ensure it was spent in conformity with the rules and regulations approved by Congress.

What is an unsupported journal voucher adjustment?

“Journal vouchers are summary-level accounting adjustments made when balances between systems cannot be reconciled. Often these journal vouchers are unsupported, meaning they lack supporting documentation to justify the adjustment or are not tied to specific accounting transactions. While many adjustments are valid, having too many journal vouchers may be an indicator of underlying problems, such as weak internal controls. **For an auditor, journal vouchers are a red-flag** for transactions not being captured, reported, or summarized correctly. Auditors must judge whether the errors that triggered the journal voucher are isolated or systemic, leading them to select more transactions to test. If the auditors cannot estimate the magnitude of the errors, they may not be able to complete the audit or issue an opinion on the financial statements.”

- The Office of the Undersecretary of Defense (2016)

3. Missing money – an unbelievable \$21 trillion

In an article by Skidmore and economics professor Laurence Kotlikoff of Boston University, published in *Forbes*, 8 December 2017, the authors stated:

On July 26, 2016, the Office of the Inspector General (OIG) issued a report “Army General Fund Adjustments Not Adequately Documented or Supported”. The report indicates that for fiscal year 2015 the Army failed to provide adequate support for \$6.5 trillion in journal voucher adjustments.

This alerted Skidmore and his colleagues at the University of Michigan that “journal voucher adjustments” [as per #2 above] may be a vehicle for massive financial fraud. In one year (2015) the Army spent \$6.5 trillion [*trillion!*] for which it had been unable to provide adequate supporting documentation. This was a sum equivalent to one third of total US GDP in that year! Shortly after Skidmore queried the OIG about this figure, the report was taken down.

The *Forbes* article went on to say:

The July 2016 [OIG] report is not the only such report of unsubstantiated adjustments. Mark Skidmore and Catherine Austin Fitts, former Assistant Secretary of Housing and Urban Development, conducted a search of government websites and found similar reports dating back to 1998. While the documents are incomplete, original government sources indicate **\$21 trillion** in unsupported adjustments have been reported for the Department of Defense and the Department of Housing and Urban Development for the years 1998-2015.

Over a period of 18 years, two Departments used \$21 trillion for undisclosed purposes. Given that the US National Debt in 2015 was \$18 trillion, this figure is simply incomprehensible. What did they spend it on? Who approved the expenditure? Was Congress involved? Where did the money come from?

The fraudulent nature of Defense spending was revealed as far back as 2001. On September 10, 2001, Secretary of Defense Donald Rumsfeld stated in a Congressional hearing that the Department of Defense had lost track of \$2.3 trillion in transactions. Rumsfeld said:

“According to some estimates, we cannot track \$2.3 trillion in transactions. We cannot share Information from floor to floor in this building because it’s stored on dozens of technological systems that are inaccessible or incompatible.”

[Note the date chosen to make this startling revelation – the eve of 9/11. This is further proof that 9/11 was a planned event.]

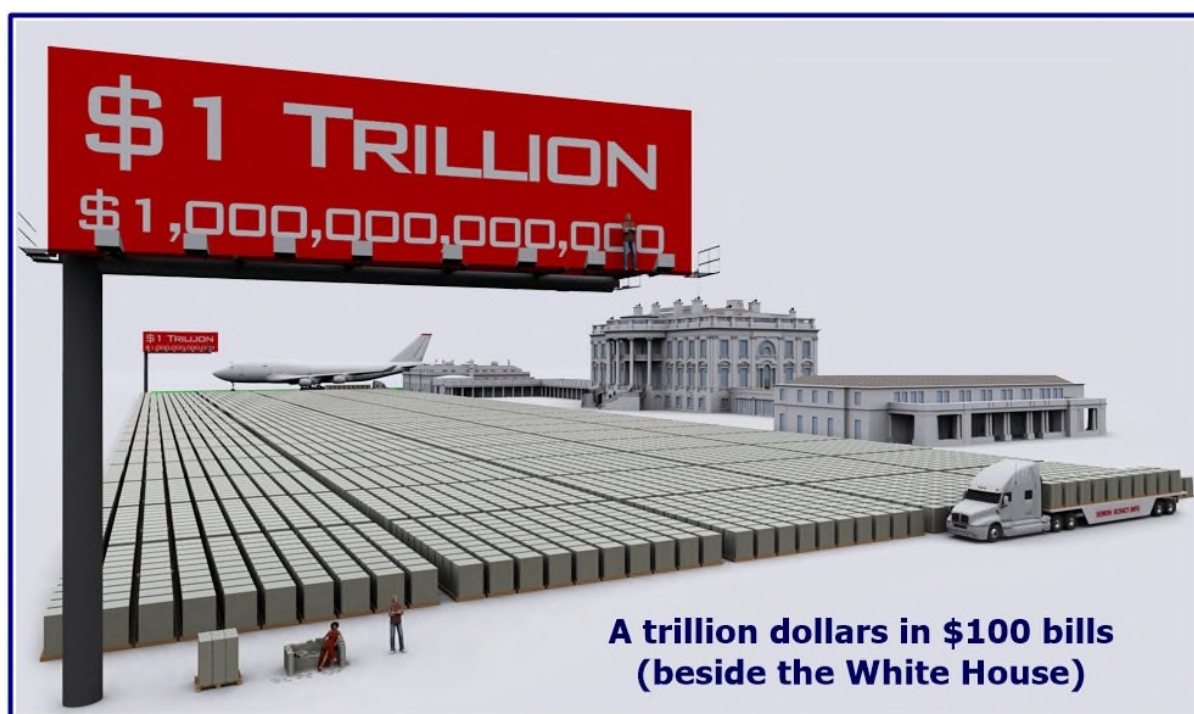
Some commentators have tried to argue that the “missing” \$21 trillion is not real money but merely consists of phantom accounting transactions designed to confuse Congress and make it easier for the Department of Defense to secure approval for an increase in its annual budget. But this is nonsensical. Infinitely smaller phantom transactions would achieve the same effect without raising suspicions. Furthermore, there is no evidence that the listed non-vouched items of expenditure are imaginary. Donald Rumsfeld’s disclosure on September 10, 2001, when he revealed that the Department “had lost track of \$2.3 trillion in transactions,” is evidence that such transactions represent real-world activities and their associated financial costs.

**James Corbett interview with Mark Skidmore, 18 December 2018,
where they discussed the missing \$21 trillion**

Mark Skidmore *[on his personal reaction to what he found]*: “As a human being and as a citizen of the United States, I am disgusted. It just makes me sick to my stomach to think that our lawmakers will allow this to continue... It makes me sick to my stomach.”

James Corbett *[to his listeners]* “That’s the natural reaction to this. I will say that if that isn’t your reaction to this story – and you are an American – then you don’t understand the story... Anyone who is not sick to their stomach by this story, doesn’t understand the story.”

<https://www.corbetteport.com/interview-1407-mark-skidmore-on-the-pentagons-missing-trillions/>



Humanly we find it very difficult to visualize the “size” of a trillion dollars. The above graphic shows what such a sum would look like in stacks of \$100 bills.

4. Undisclosed (fraudulent) borrowing by the federal government

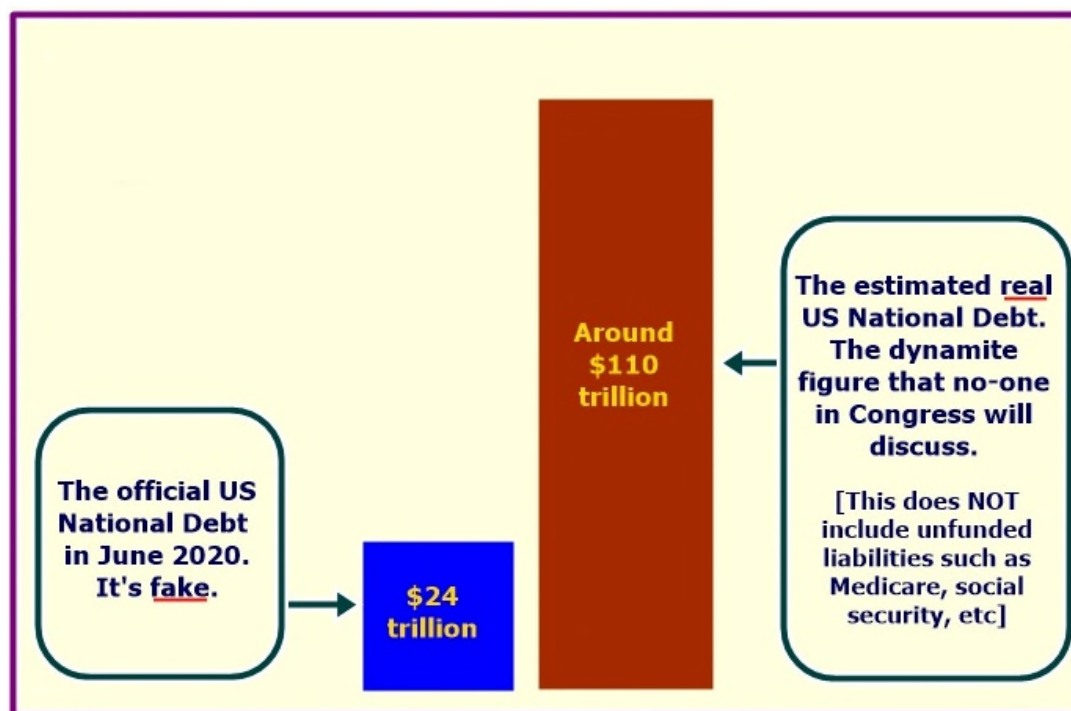
Each of the items 1-3 above are horrifying in their own right but the next one reveals a depth of corruption and a degree of malice that takes your breath away. It is so disturbing that many readers, even those who are familiar with the arrogance and criminality of the ruling Elite, will find it hard to believe.

To grasp the argument put forward by Professor Skidmore, it is necessary to first have a short tutorial in ‘debt composition.’ Please take the time to understand the mechanism involved since without it the evidence will not make a lot of sense.

Debt composition

Governments raise money by issuing bonds. Depending on the way they decide to manage their overall debt, they issue bonds of different maturities. Some must be paid off by the government after 10 years, others after 5 years, and so on. During that time the government pays interest on the bonds. When a set of bonds expire, amounting to \$3 billion say, the government must “plug the hole” left in its accounts after it pays back the \$3 billion. It does this by issuing another set of bonds for an equivalent amount – another \$3 billion. The overall level of government debt is unaffected by this process.

This is usually called debt “turnover,” where new bonds are issued to replace those which, on reaching maturity, are redeemed. The amount turned over in any given year depends on the overall composition of the debt. For example, if the existing government debt of €24 trillion consisted entirely of 10-year bonds, they we would expect, on average, to see €2.4 trillion turned over each year. However, if a large proportion of the overall debt is in the form of 5-year, 2-year, 1-year etc bonds, then the average turnover each year is correspondingly higher.



The academics came up with a REAL national debt of \$110 trillion

Professor Skidmore, with the assistance of doctoral students in his faculty, calculated the estimated turnover for 2019 on \$21 trillion (the total debt at that time), having regard to the composition of the debt in that year. Their estimate came to around \$16 trillion, a figure fairly close to what many economists would expect. However, when they computed the actual turnover, using figures supplied by the Treasury, it came to \$90 trillion or so. In other words, on a debt of €21 trillion the government issued \$90 trillion in bonds in one year.

As you can imagine, this should be impossible. A turnover of \$90 trillion would imply a REAL national debt of roughly \$110 trillion.

What on earth is going on? Professor Skidmore and his team began to dig for the answers. However he met with a deafening silence when he tried to contact the relevant officials in Washington DC. No-one wanted to talk about it, not even seasoned academics with no direct links to Washington.

It was a taboo subject – sheer dynamite – which no-one would touch. Apart from his interview with Greg Hunter (usawatchdog.com) on 26 June 2020, we have been unable to find any other reference on the Internet to this issue as a live news item. In fact the topic is so explosive that Mr Hunter asked the professor on air whether he believed his life was in danger.



Corporate America is a criminal syndicate

What are the implications of these startling revelations? While he acknowledged the real possibility of serious fraud, Professor Skidmore did not explore the wider picture. Given what we discussed in our last paper (#235) and in other papers dealing with the New World Order, we can expand to some extent on his findings:

The Federal government admits that its figures are phony

1. If we had started with #4 (the debt turnover conundrum) and not been aware of the other factors, we would be thoroughly perplexed. The whole sordid business only starts to make sense when we see #4 in the context of #1-3 above. By its own admission, the government is making up figures in many instances, seemingly for projects involving very large expenditures. It is also passing off as legitimate a multitude of entries in its published accounts which have not been vouched. The sums involved are staggering. As we saw above, the Army used this mechanism to pass off expenditure of \$6.5 trillion in 2015 alone (The Department of Defense budget in 2015 was \$565 billion in total). We also saw how two Departments accumulated non-vouched expenditures totalling \$21 trillion between 1998 and 2015. If fictitious accounting of such an extreme kind is considered acceptable by the authorities in Washington, then what reason have we to believe that a debt turnover of \$90 trillion is not indicative of a REAL national debt total far in excess of the official figure of \$24 trillion?

What the money may be used for

2. What could the money possibly be used for? While some of it may be finding its way into the coffers of private corporations, there is reason to believe the Elite are using it to finance enormous capital projects without public knowledge [See below]. Some of it may also have been used to inject funds into the international currency markets during and after the 2008 financial crisis. For example, the Eurozone soaked up several trillion in the aftermath of that crisis without ever revealing where the money came from. Similar transfers may have been made to bolster Sterling and Yen.

How the additional debt may be underwritten

3. Where is the money coming from? Some of it may be backed by assets owned by the American people. Large chunks of American real estate and territorial assets, along with mining rights and other natural resources, may have been used as collateral to underwrite this unreported debt. If that is the case, then the American people are being cheated and betrayed on an unimaginable scale.



The G20 and other international players must know all about it

4. If financing on this scale is currently being utilised on the world markets, then all of the big financial institutions must know about it, as well as the leading central banks. It is inconceivable that issuances of this size are not being tracked by the Bank for International Settlements (BIS), the IMF, the World Bank, and leading players like the Bank of England. The G7, the G20 and the World Economic Forum (the Davos gang) must also be privy to it. After all, an extra \$100 trillion, a sum exceeding annual world output, is moving around the international banking system.



Implications for US Sovereignty

We need to pause and consider what this means for the sovereignty of the United States. If all the nations in the G20 know that this is happening – that the US economy and the dollar are being deliberately undermined and that the assets of the American people are being secretly used as collateral in a monumental loan scam – then we are looking at an international criminal conspiracy. From our previous papers we know that the creation of a New World Order will necessitate the ‘transformation’ (destruction) of the United States, and what better way to do this than to cripple it economically before attacking it militarily? Members of the G20 are all party to this wicked scheme, a vile plot formulated more than a century ago by the world fraternity of Marxists and Freemasons – a plot which now appears to be entering its final phase.

The Wicked are preparing for the End Time

The Bible refers to the use that the Children of Wickedness will make of “holes in the rocks,” “caves of the earth” and “dens” in the rocks of the mountains when the Lord returns:

“And they shall go into the holes of the rocks, and into the caves of the earth, for fear of the LORD, and for the glory of his majesty, when he ariseth to shake terribly the earth. In that day a man shall cast his idols of silver, and his idols of gold, which they made each one for himself to worship, to the moles and to the bats; To go into the clefts of the rocks, and into the tops of the ragged rocks, for fear of the LORD, and for the glory of his majesty, when he ariseth to shake terribly the earth.”

- Isaiah 2:19-21

“And the kings of the earth, and the great men, and the rich men, and the chief captains, and the mighty men, and every bondman, and every free man, hid themselves in the dens and in the rocks of the mountains; And said to the mountains and rocks, Fall on us, and hide us from the face of him that sitteth on the throne, and from the wrath of the Lamb:”

- Revelation 6:15-16

These will seemingly be important places of refuge for the wicked when Almighty God rains down judgment on the earth. It is hard to see how caves alone could provide adequate or habitable shelter at such a time, but a network of underground cities or fortified subterranean retreats would make a lot more sense. They too would qualify as “**holes in the ground**” and “**dens**” in rocky terrain where the wicked might literally hole up until the expected devastation has passed.

If we are fast approaching the End Time – as we appear to be – then many such cities must already be in existence. Their locations, of course, would be known only to the Elite. No doubt many are in the continental USA, but others are certain to exist at various secret locations around the world. If there are 100 locations, each capable of accommodating ten thousand long-stay inhabitants, then the Elite can expect to cater for at least a million of their own in this way, and perhaps a great many more. Presumably these cities are intended for occupation only by the super-elite and their families, while those lower down the pecking order are expected to make their own arrangements (bunkers, silos, etc).

I have long wondered about the source of the money that would be required to fund these secret construction projects. The \$100 trillion that they have stolen from the American people would go a long way toward covering the cost.



CONCLUSION

Two intrepid professionals in the sphere of economics and public financial accounting have spent many years studying the way the US government handles its finances. Along the way they made several startling discoveries which should have been headline news around the world and resulted in one or more Congressional enquiries.

Did these headlines appear? No, of course not, because the mainstream media is wholly owned and controlled by the Elite.

Government corruption

Without even referring to the “missing money” but concentrating only on the fraudulent system of accounting that the federal government is using, Skidmore and Fitts stated:

“...we have a federal government with the authority to create fake books for the public, and not indicate where or how the financial statements have been altered... the national intelligence branch of government has the authority to exempt companies from standard reporting requirements... investors and the general public have no way of knowing which companies have altered financial statements... financial institutions are free to value their assets in ways that improve the appearance of their financial condition. The potential negative consequences of these changes for U.S. citizens are profound... Standard 56 formally severs the flow of information between the governing body and the governed, thus eliminating the accountability and transparency necessary for the United States to be called a representative democracy. While the structure or skeleton of representative democracy is still in place, the essential prerequisite of transparency has been stripped away. If we are not a representative democracy, what form of government do we have?”

Working from this imaginary system of accounting, and factoring in the \$21 trillion that has simply gone missing and the tens of trillions that have been stolen from the American people via the National Debt fraud, we are obliged to conclude that a long-running criminal conspiracy is operating at the heart of the US government.

Can any of these outrageous payments be checked and verified? Seemingly the answer is yes. Every payment made by the federal government must pass through its fiscal agent, the Federal Reserve Bank. The Fed has – or should have – a record of ALL transactions made by the federal government. This includes details of all debt issued by the Fed itself. But will the Fed reveal what is really going on?

What do you think?

Financial fraud on an unimaginable scale

The Elite are engaged in a staggering financial fraud on the American people, a scheme involving systematic acts of gross malfeasance, structural deception, and the misappropriation of funds on a scale almost too large to imagine.

This is not the work of one administration but can be traced back several decades. The politicians are merely the front men in a scheme that is masterminded by the ‘Deep State’ and kept on track by the silence and complicity of a substantial number of elected representatives and public servants, not to mention the connivance of the banking sector and big corporations – all owned by the Elite.

The fraud is so large and so closely intertwined with the financial structures which are vital to the well-being and prosperity of the United States that, once it becomes widely known, it will have calamitous results. The average citizen cannot comprehend the fact that his/her government has been taken over by an international cartel, that the subversive ideology known as Communism has secured control of the mechanisms of state, and that the great Red infiltration that began in earnest in the 1950s is now about to culminate in a crisis designed to break the nation into several independent geographical regions, each controlled by a totalitarian regime.

J Edgar Hoover, the head of the FBI, tried to warn of this menace in 1956 when he wrote about the Communist conspiracy to take over the United States:

“The individual is handicapped by coming face-to-face with a conspiracy so monstrous he cannot believe it exists. The American mind simply has not come to a realization of the evil which has been introduced into our midst. It rejects even the assumption that human creatures could espouse a philosophy which must ultimately destroy all that is good and decent.”

Communist “New Look” – A Study in Duplicity

by John Edgar Hoover, The Elks Magazine, August 1956

As Christians we cannot alter what God has ordained. However, we can ask that He defer it or make it more bearable. One of the most beautiful number sequences in the Bible is 50, 45, 40, 30, 20, 10. These are the numbers of righteous people, in descending order, which Abraham speculated might still be found in the cities of the plain. He asked the LORD to withhold judgment if even ten could be found, and the LORD heard his request.

Can a number equivalent to Abraham’s “ten” be found in America today? Although the picture is bleak, I pray that it can.

**“Trust in the LORD with all thine heart;
and lean not unto thine own understanding.”**

- Proverbs 3:5

**Jeremy James
Ireland
July 6, 2020**

- SPECIAL REQUEST -

Regular readers are encouraged to download the papers on this website for safekeeping and future reference. They may not always be available. Papers for each year from 2009 to 2019 may also be downloaded in a single file, or possibly two, from www.archive.org (Use search term 'Jeremy James').

We are rapidly moving into an era where material of this kind may be obtained only via email. Readers who wish to be included on a future mailing list are welcome to contact me at the following email address:- **jeremypauljames@gmail.com**.

For further information visit www.zephaniah.eu

Copyright Jeremy James 2020